



Commonwealth of Virginia
Department of Mines, Minerals and Energy
Division of Gas and Oil
P.O. Box 1416; Abingdon, VA 24212
Telephone: (276) 676-5423

OPERATOR'S CASH BOND

THIS BOND CAN ONLY BE CANCELLED BY THE DIRECTOR OF THE DIVISION OF
GAS AND OIL

Know all men by these present:

That we, _____, Principal, are hereby held and firmly bound unto the Commonwealth of Virginia in the sum of _____ Dollars (\$ _____), and for the payment thereof Principal itself, its heirs, executors, administrators, successors and assigns, firmly by these present, and in lieu of surety tenders with these present, cash or cash equivalent in the full amount of this bond.

If Certificate of Deposit, supply the following:

CD #: _____
Bank Name: _____
Bank Address: _____
Telephone Number: _____ Automatic Renewal Term: _____

WHEREAS, Principal proposes bond

- ☐ all of Principal's operations area in the Commonwealth, whether now existing or hereafter operated
OR
☐ a single operation in the Commonwealth, identified as _____, the amount of bond having been determined as follows:

\$10,000 for the plugging of the well

PLUS

\$ _____ (the product of \$2,000 times the number of acres to the nearest tenth of an acre) for stabilizing the project area

NOW, THEREFORE, the condition of this obligation is such that if Principal shall perform on operations, as the case may be, (i) all such work as Principal may be permitted to perform under permits issued under Code of Virginia, Section 45.1-361.29 or 4 VAC 25-150-110 and 4 VAC 25-150-160 and (ii) all other work included in operations plans accompanying such applications under Code of Virginia, Section 45.1-361.29 or 4 VAC 25-150-110 and 4 VAC 25-150-160, in accordance with the terms of the permits, the specifications of the operations plans and all applicable provisions of the Virginia Gas and Oil Act and regulation promulgated thereunder, then this obligation shall be null and void; otherwise it shall remain in full force and effect until released by the Director of the Division of Gas and Oil.

Executed this _____ day of _____, _____ (month), _____ (year)

Operator: _____
(Signature)

By: _____

Its: _____
(Title)

Address: _____
